

## Message Text

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ACTION AF-06

INFO OCT-01 ISO-00 XMB-02 SS-15 SP-02 L-03 EB-07 CIAE-00

INR-07 NSAE-00 NSC-05 OMB-01 TRSE-00 AID-05 IGA-01

/055 W

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P 071540Z OCT 75

FM AMEMBASSY KINSHASA

TO SECSTATE WASHDC PRIORITY 4828

C O N F I D E N T I A L KINSHASA 8986

E.O. 11652: GDS

TAGS: EFIN, EGEN, CG

SUBJECT: OVERDUE GOZ PAYMENTS TO OR GUARANTEED BY  
USG AGENCIES

REF A) STATE 217897; B) STATE 231536; C) STATE 218690;  
D) KINSHASA 8813; E) KINSHASA 8936; F) KINSHASA 8553

1. ACCORDING REF B EXIM HAS APPROVED THE PROPOSED INTER-  
CONTINENTAL PROJECT CONTINGENT UPON GOZ BEING CURRENT ON  
ALL PAYEMENTS TO EXIM AND OTHER LENDERS GUARANTEED BY EXIM.  
REF A INDICATES THAT TOTAL OWED DIRECTLY TO EXIM IS  
\$5,6EKEUEMTE AND TOTAL OF LOANS GUARANTEED BY EXIX IS  
\$10,133,994.43. ARE THESE AMOUNTS CORRECT? IT WOULD BE  
HELPFUL TO HAVE A LIST OF ALL PAYMENTS COMING DUE DURING  
REMAINDER OF CY1975 OWED TO OR GUARANTEED BY USG  
AGENCIES AND A RANKING AS TO THEIR PRIORITY.

2. AS MENTIONED KINSHASA 8553, GOZ OFFICIALS HAVE PROMISED  
TO ACCORD PRIORITY TO PAYMENTS DUE USG AGENCIES AND HAVE  
INDICATED THAT THEY WILL ATTEMPT TO MAFE PAYMENTS AT  
RATE OF \$2 MILLION WEEKLY. UNFORTUNATELY, THEY HAVE NOT  
YET MADE PAYMENTS AT THIS RATE AND ITHKMJJOBABLE THAT  
THEY WILL NOT BE ABLE TO DO SO UNTIL ACUTE FINANCIAL  
CRISIS IS RESOLVED.X

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3. WE WILL CONTINUE TO TAKE EVERY APPROPRIATE OCCASION TO

STRESS THAT GOZ PAY ALL OUTSTANDING OBLIGATIONS DUE TO OR GUARANTEED BY USG AGENCIES. HOWEVER, THE FACTS OF LIFE ARE THAT THE COFFERS ARE PRACTICALLY EMPTY. THE GOZ SIMPLY DOES NOT HAVE THE FOREIGN EXCHANGE TO MEET ALL OF PAYMENTS OWED TO OR GUARANTEED BY USG AGENCIES, PAYMENTS OWED TO PRIVATE BANKS, AND PAYMENTS FOR ESSENTIAL IMPORTS. BARRING AN UNFORESEEN LOAN, IT IS NOT UNLIKELY THAT THE GOZ CAN REGULARIZE ALL OF ITS OVERDUE PAYMENTS UNTIL MONEY IS RECEIVED UNDER AN IMF STANDBY AND OTHER CONTEMPLATED SOURCES.

4. WE URGE THAT EXIM CREDIT FOR INTERCONTINENTAL HOTEL PROJECT BE CONTINGENT ONLY UPON PAYMENT OF PAYMENT OWED DIRECTLY TO EXIM. LIKEWISE, WE STRONGLY URGE THAT PROPOSED EXIM \$20 MILLION CREDIT BE CONTINGENT ONLY UPON GOZ BEING CURRENT WITH OBLIGATIONS OWED DIRECTLY TO EXIM.  
WALKER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** FINANCIAL STABILITY, CREDIT GUARANTEES, DEBT REPAYMENTS, GOVERNMENT DEBTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 07 OCT 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** ShawDG  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975KINSHA08986  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D750348-0001  
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**Office:** ACTION AF  
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**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
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**Reference:** 75 STATE 217897, 75 STATE 231536, 75 STATE 218690  
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**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** OVERDUE GOZ PAYMENTS TO OR GUARANTEED BY USG AGENCIES  
**TAGS:** EFIN, EGEN, CG, XMB  
**To:** STATE  
**Type:** TE  
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